

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
01 -100	Executive	Executive Office	Funding associated with termination pay expenses in the Executive Office. The Executive Office budget for FY 12 for termination pay is \$80,622 with the addition of these funds. According to the Executive Office, the FY 11 year-end termination expenses were \$62,937 (budgeted amount is \$40,622).	\$40,000	\$40,000	0
01 -107	Executive	Division of Administration	Increase in IAT authority from Capital Outlay for Facility Planning & Control (FP&C) expenditures associated with training of Facility Project Managers (\$11,000), travel expenditures (\$25,000) and engineering and architectural contracts to review plans on capital outlay projects (\$287,444). Language within HB 2 allows FP&C to charge up to 6% of the total project for administrative expenditures. According to the Division of Administration (DOA), historically FP&C administrative costs are approximately 2% to 5% depending upon the project.	\$0	\$323,444	0
01 -107	Executive	Division of Administration	Increases federal funding within the Executive Administration Program from the State Broadband Data & Development Grant, as funded by the American Recovery & Reinvestment Act (ARRA) of 2009. According to the DOA, 95% of these funds will be used for professional services which include broadband service provider outreach, service and network data collection, data validation, geospatial mapping and web mapping application development. The DOA was awarded \$6,649,679 of which \$593,114 was expended in FY 10. With the additional \$1.5 M in federal authority, the FY 12 budgeted amount for this grant is \$2,544,214.	\$0	\$1,500,000	0
01 -107	Executive	Division of Administration	The increased IAT funding is associated with the implementation of a hosted Statewide Detection Solution software, which is a pilot project within the LA Workforce Commission's Unemployment Insurance and Workers Compensation Program. The original source of funds is Federal funds from the LA Workforce Commission. This is anticipated to be a 3-year project with \$1.5 M appropriated in FY 11. The increased IAT funding of \$790,790 will provide a total of \$1,721,231 for: software license - \$1,078,671, consulting services - \$360,000, hosting services - \$282,560. There is \$930,441 of funding within the FY 11 base budget. Due to this system being an enterprise system with more than one state agency planning to use it, the decision was made for the DOA to host and operate the system. The system is currently 75% completed with a projected Go-Live date sometime at the end of FY 12. The Workforce Commission is the pilot agency and at this point no additional agencies will be included in FY 12.	\$0	\$790,790	0
01 -107	Executive	Division of Administration	Pursuant to R.S. 39:1496.1, the DOA is required to oversee energy efficiency contracts entered into by state agencies. Due to energy efficiency contracts issued in FY 11, the 2.5% reimbursement (R.S. 39:1496.1(E)(3)(a)(i)) will be activated and deposited into the Energy Performance Contract Fund. Per statute, state agencies entering into these types of contracts will require the proposer to pay 2.5% of the value of the performance based energy efficiency contract, which will be deposited into the fund. These funds will be used to fund contracts with third party energy consultants to evaluate proposals, assist agencies with contract negotiations and verify annual energy cost savings.	\$0	\$240,000	0
01 -109	Executive	Coastal Protection & Restoration	Increases salaries (\$95,618) and related benefits (\$45,120) associated with 2 new positions in the Project Support Section. These positions are needed to handle increased workload. Since the formation of the Office of Coastal Protection & Restoration, the number of contracts has significantly increased and a backlog has occurred, resulting in delays in development and processing and payment of invoices. The source of funding is the Coastal Protection & Restoration Fund.	\$0	\$140,738	2

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01 -111	Executive	Homeland Security & Emergency Prep	GOSHEP currently administers the FEMA Pilot Reconstruction Program, which provides funding to eligible homeowners for expenditures related to the demolition and the reconstruction of buildings (including homes) as a result of hurricanes Katrina and Rita. Of the \$13.2 B allocated to the state from HUD as a result of the 2005 hurricanes, approximately \$129.3 M has been allocated to the Local Government Emergency Infrastructure Program from which these funds are allocated. These grant funds reimburse local government entities for payments made to the homeowner. Impacted individuals are allowed to receive up to \$150,000 in grant funding from GOSHEP's Hazard Mitigation Grant Program and another \$50,000 from these CDBG funds for the total maximum grant funds of \$200,000 for demolition and reconstruction. Action Plan amendment No. 35, published 9/21/2009, allows these Local Government Emergency Infrastructure Program funds to be spent on critical services under the FEMA Hazard Mitigation Grant Program, which is currently administered by GOSHEP. The Pilot Reconstruction Project will address hazard mitigation issues in the following hurricane (Katrina/Rita) impacted parishes: Calcasieu, Jefferson, Lafayette, Lafourche, Orleans, Plaquemine and St. Tammany. The program defines reconstruction as, demolition of an existing structure deemed infeasible for elevation and the rebuilding of a new structure on the same lot. The Joint Legislative Committee on the Budget (JLCB) approved budget authority for this program in the amount of \$1 M in FY 11. GOSHEP anticipates granting approximately \$6 M in FY 12.	\$0	\$5,000,000	0
01 -112	Executive	Military Department	Provides for benefits to survivors of national guardsmen who lost their lives between the period of 9/11/2001 and 7/6/2007. During this time, 32 members of the LA National Guardsmen (LNG) lost their lives during periods of activation by the governor or the President of the United States. The payment of a lump sum of \$250,000 to each guardsman's beneficiary would cost \$8 M (32 LNG deaths x \$250,000) from the Overcollections Fund. In addition, \$100,000 would be paid to 2 members who were injured during this time period and were determined to be eligible for the \$100,000 permanent and total disability payment. Act 406 of 2011 provides for these benefits to be paid for deaths or permanent and total disabilities subsequent to 9/11/2001. Act 260 of 2007 provided benefits for LNG that were either killed or injured (100% permanent and total disabled) during periods of activation that were ordered by the governor on or after 7/1/2007. Those members who have 100% permanent and total disability are eligible for a lump-sum payment of \$100,000. Beneficiaries of LNG killed while on active duty participating in military business would receive a lump-sum payment of \$250,000. Since this legislation was enacted, there have been no payments associated with 100% permanent and total disability with 2 cases still pending. However, there have been 12 payments of \$250,000 to beneficiaries of LNG members killed during this time period. Six (6) payments were made in FY 10 and 6 additional payments in FY 11.	\$0	\$8,200,000	0
01 -116	Executive	LA Public Defender Board	Statutory Dedications funding from the LA Public Defender Fund for expenditures for anticipated case filings being entered into the defender board's new customized case management system. The new case management system will allow board staff to supervise all districts across a greater number of performance categories, including caseload, time spent per case, disposition and recidivism. The system, which became operational in June 2011, will allow staff to run reports, identify problems and develop needs-based training, make policy recommendations, adjust its distribution of resources and ensure that the state is able to comply with its constitutional obligation to create a uniform public defense system. According to the board, the contractor charges the board \$1.10 per case that is being inputted into the system. The board anticipates 300,000 cases from the 42 various public defender offices around the state will be entered in the system, which will result in a cost of \$330,000 (\$1.10 x 300,000 new case records statewide).	\$0	\$330,000	0
01 -124	Executive	LA Stadium & Exposition District	Increases Statutory Dedications funding (\$2.1 M) to the LSED from the following funds: New Orleans Sports Franchise Fund (\$1.5 M from tax on hotel rooms in Orleans Parish which is dedicated to the LSED to fund contractual obligations of the state to the Saints and Hornets); the New Orleans Sports Franchise Assistance Fund (\$300,000 from slot proceeds to fund contractual obligations to the Saints and Hornets); and the LSED License Plate Fund (\$300,000 from the sale of "World Champion New Orleans Saints" vehicle license plates which is used to pay debt service and to fund improvements to the Superdome).	\$0	\$2,100,000	0
01 -124	Executive	LA Stadium & Exposition District	Provides statutorily dedicated funding from the New Orleans Sports Franchise Fund (\$500,000) and LA Stadium & Exposition District License Plate Fund (\$200,000) for operating expenditures including contractual obligations of the LA Superdome and the New Orleans Arena.	\$0	\$700,000	0

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01 -126	Executive	Board of Tax Appeals	<p>Workload increase due to an increase in the number of cases filed with the board. According to prior year actual performance data presented within the FY 12 Supporting Document, the board had a 282% increase in the number of cases filed and docketed with the board, or a 666 case increase from 236 cases in FY 09 to 902 cases in FY 10. According to the board, prior to October 2009, a portion of these cases were not given to the board for review. These cases were resolved by the Department of Revenue's Collections Division. However, due to a policy change, these cases are now being referred to the board for review and hearing, which has resulted in increased workload. The prior year actual performance information for the number of cases filed and docketed with the board is as follows: FY 06 - 91 cases, FY 07 - 233 cases, FY 08 - 234 cases, FY 09 - 236 cases, FY 10 - 902 cases. The 2 additional positions will be an attorney and a paralegal.</p> <p>In addition, in the case of Michael versus St. Martin, the LA Supreme Court ruled that the Board of Tax Appeals has the authority to hear and decide on class action lawsuits, which could result in additional workload to the board.</p>	\$128,056	\$128,056	2
01 -129	Executive	LA Commission on Law Enforcement	Increase of \$500,000 federal authority for the Crime Victims Assistance (VOCA) and \$500,000 federal authority for Violence Against Women (VAWA) grant awards from the U.S. Department of Justice. The Violence Against Women grants are utilized to assist states, Indian Tribal governments and local governments to develop and strengthen effective law enforcement and prosecution strategies to combat violent crimes against women and to develop and strengthen victim services in cases involving crimes against women. The FY 12 funding for this grant is \$3.4 M. The Victims of Crime Assistance grants are to stimulate state participation, support for victim services program and promote victim cooperation with law enforcement. The FY 12 funding for this grant is \$6.5 M.	\$0	\$1,000,000	0
01 -254	Executive	LA Racing Commission	Increases statutorily dedicated funding for the Equine Drug testing contract with the LSU School of Veterinary Medicine, which increases from \$1,331,383 to \$1,373,455 due to inflationary costs (3.16%). In FY 09, the Racing Commission adopted Anabolic Steroid Testing and the model rules enacted by the Association Racing Commissioners International (ARCI). The contract is a 3-year contract from 7/1/2009 - 6/30/2012 and is funded with the Pari-mutuel Live Racing Facility Gaming Control Fund. Previous contract payments are as follows: FY 10 - \$1,290,600; FY 11 - \$1,331,383; and FY 12 - \$1,373,455.	\$0	\$42,072	0
01 -255	Executive	Financial Institutions	<p>Increase in SGR for anticipated additional travel expenditures due to required training courses for compliance examiners as well as travel associated with quarterly meetings for the State Regulatory Board of Managers by the Deputy Chief Examiner. From FY 09 to FY 11 the agency has lost approximately 17 experienced examiners to retirement (FY 09 - 1 position, FY 10 - 4 positions, and FY 11 - 12 positions) and anticipates a reduction of 2 positions in FY 12.</p> <p>Due to the loss of the experienced positions, the additional travel is needed to train new staff. According to the Office of Financial Institutions (OFI), it takes approximately 3 to 5 years to train new examiners. The OFI anticipates funding approximately 49 classes in FY 12 which include: Conference of State Bank Supervisors Certified Operations Examiner School; FDIC's Asset Liability Management School; FDIC's Loan Analysis School; and FDIC's Exam Management School.</p>	\$0	\$157,790	0
Major Enhancements for Executive				\$168,056	\$20,692,890	4

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03 -130	Veterans' Affairs	Dept. Veterans' Affairs	The new veterans' cemetery in Leesville will open in January 2012. The construction of the cemetery is funded by the U.S. Department of Veterans Affairs and the LA Department of Veterans' Affairs will operate and maintain the cementary. The 5 positions include a mobile equipment operator, horticultural specialist supervisor, and 3 horticultural specialists.	\$219,807	\$219,807	5																												
03 -130	Veterans' Affairs		All veterans' homes have increased receipt of Federal funds associated with an increased U.S. Department of Veterans Affairs (USVA) per diem rate. The rate has increased from \$77.53 to \$94.59. In addition to increased Federal funds, the Southwest Veterans Home increased SGR by \$192,252 due to cost of living increases provided by USVA for patients. The homes were increased by the following amounts:	\$0	\$1,858,094	0																												
			<table><tr><td>Homes</td><td>SGR</td><td>FED</td><td>Total</td></tr><tr><td>Jackson</td><td>\$0</td><td>\$359,415</td><td>\$359,415</td></tr><tr><td>Monroe</td><td>\$0</td><td>\$154,669</td><td>\$154,669</td></tr><tr><td>Jennings</td><td>\$192,252</td><td>\$299,472</td><td>\$491,724</td></tr><tr><td>Bossier</td><td>\$0</td><td>\$544,906</td><td>\$544,906</td></tr><tr><td>Reserve</td><td>\$0</td><td>\$307,380</td><td>\$307,380</td></tr><tr><td>Total</td><td>\$192,252</td><td>\$1,665,842</td><td>\$1,858,094</td></tr></table>	Homes	SGR	FED	Total	Jackson	\$0	\$359,415	\$359,415	Monroe	\$0	\$154,669	\$154,669	Jennings	\$192,252	\$299,472	\$491,724	Bossier	\$0	\$544,906	\$544,906	Reserve	\$0	\$307,380	\$307,380	Total	\$192,252	\$1,665,842	\$1,858,094			
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Total	\$192,252	\$1,665,842	\$1,858,094																															
03 -130	Veterans' Affairs	Dept. Veterans' Affairs	Increases funding for the Veterans' Honor Medal Program (\$49,370) and increased rent due to the department moving to the Galvez Building (\$24,663). Funding will be used for the new options for providing medals. Act 59 of 2011 allows the department to give medals to veterans by mail, through the parish service office, or at a ceremony with the governor. The total funding for the Honor Medal Program for FY 12 is \$91,500.	\$74,033	\$74,033	0																												
Major Enhancements for Veterans' Affairs				\$293,840	\$2,151,934	5																												
04a-139	State	Secretary of State	Increases SGF for scheduled elections (3 statewide elections and 1 municipal election). The FY 12 total budget for scheduled elections is \$19.1 M.	\$4,046,838	\$4,046,838	0																												
Major Enhancements for State				\$4,046,838	\$4,046,838	0																												
04b-141	Justice	Attorney General	Increases overall budget authority for the Advocacy Center Community Living Ombudsman Program from \$915,175 to \$1,157,999, which equates to an increase of \$242,824. This enhancement increases IAT revenue by \$222,824 (medicaid match funding from DHH) and SGR by \$20,000.	\$0	\$242,824	0																												
04b-141	Justice	Attorney General	Increases funding from the LA Fund (\$1.675 M) for an arbitration proceeding to determine whether tobacco manufacturers who signed the tobacco master settlement agreement are entitled to a refund of payments received by the state in 2004. The FY 12 appropriation for arbitration is \$1.675 M.	\$0	\$1,675,000	0																												
04b-141	Justice	Attorney General	Increases Federal funds to be used by Lafayette Parish Sheriff's Department for acquisition of equipment related to sex offender registration.	\$0	\$95,700	0																												
Major Enhancements for Justice				\$0	\$2,013,524	0																												

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04e-158	Public Service Commission	Public Service Commission	Increases Statutory Dedications funding from the Utility & Carrier Supervision & Inspection Fund for IT implementation and maintenance as well as office supplies for Public Service Commission (PSC) programs. The increase includes \$14,764 for office supplies, \$21,145 for system maintenance and improvements to the mapping software, \$11,965 for ongoing maintenance and improvements to the Star PSC system which allows e-filing of required documents, and \$8,993 for audio and video availability of PSC meetings.	\$0	\$56,867	0
04e-158	Public Service Commission	Public Service Commission	Increases Statutory Dedications funding from the Utility & Carrier Supervision & Inspection Fund for continuing education for commissioners and staff related to regulatory requirements mandated by the National Associations and Federal Regulatory Agencies. The adjustment includes \$63,357 in continuing education funding and \$74,083 in regulated continuing education. The continuing education will relate to regulatory issues necessary for the PSC to perform its mission.	\$0	\$137,440	0
04e-158	Public Service Commission	Public Service Commission	Increase Statutory Dedications funding from the Utility & Carrier Supervision & Inspection Fund is to facilitate a timely response to the ongoing regulatory changes and initiatives at the federal level resulting from the American Recovery & Reinvestment Act (ARRA). This adjustment is not indicative of an on-going cost due to ARRA funds received and utilized directly by the PSC. The adjustment is to provide an adequate response to regulatory changes and requirements at the federal level due to stimulus funds.	\$0	\$75,160	0
Major Enhancements for Public Service Commission				\$0	\$269,467	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	MANAGEMENT & FINANCE - Funding (\$133,165 SGF and \$182,726 IAT) for the rent of 9 facilities occupied by the Department of Agriculture & Forestry owned by the LA Agricultural Finance Authority (LAFA). Funding is also included for the maintenance and repair of facilities throughout the state. This partially restores \$1.6 M in funding and 28 positions reduced in FY 10 associated with the facility maintenance activity. The reduction in FY 10 transferred the maintenance function to LAFA (owner of the facilities) but did not transfer associated funding. The source of the IAT is from the Department of Health & Hospitals as payment for the agency storing the state's antiviral cache of medications. The Department will utilize these funds for rental payments.	\$133,165	\$315,891	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	AGRICULTURAL & ENVIRONMENTAL SCIENCES - Increases Statutory Dedications funding from the LA Agricultural Finance Authority Fund in order to make projected bond debt payments in FY 12. The total debt service payments projected for FY 12 totals \$9,913,087. R.S. 27:392(B)(4) dedicates \$12 M of racetrack slot proceeds into the LA Agricultural Finance Authority Fund annually.	\$0	\$304,570	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	AGRICULTURAL & ENVIRONMENTAL SCIENCES - Increases Statutory Dedications funding (Boll Weevil Eradication Fund) in the Boll Weevil Eradication Program due to an increase in cotton acreage planted. In FY 12, the Boll Weevil Eradication Program will be able to operate solely on the assessments it generates through fees on cotton acreage planted (currently \$6 per acre). Revenues for the Boll Weevil Eradication Fund are projected on 330,000 acres and with this additional revenue the maintenance program will be fully funded through Statutory Dedications. The current revenue estimate by the agency assumes approximately an additional 89,450 acres will be planted during FY 12 compared to actual collections in FY 10 and estimated collections for FY 11.	\$0	\$536,656	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	ANIMAL HEALTH & FOOD SAFETY - IAT funding from the Department of Wildlife & Fisheries to annualize a Seafood Safety Testing Program in partnership with the Department of Wildlife & Fisheries, the Department of Health & Hospitals, and the Department of Environmental Quality. The original source of funding is a grant from British Petroleum Exploration & Production, Inc. (BP) received by the Department of Wildlife & Fisheries. The Department of Agriculture & Forestry will provide the lab testing component of this joint enterprise to ensure the state's seafood resources are safe for consumption.	\$0	\$563,500	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	ANIMAL HEALTH & FOOD SAFETY - Provides additional federal budget authority to receive unspecified grants from the federal government. During the FFY 10, this program received \$147,527 in federal grant funding through 4 programs related to animal health and food safety, of which \$127,962 are recurring awards. This adjustment funds these recurring awards in the amount of \$127,962 and adds capacity for potential future grants up to an additional \$100,000.	\$0	\$227,962	0

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04f -160	Agriculture & Forestry	Agriculture & Forestry	FORESTRY - Funding for the purchase of new firefighting vehicles and accessories through federal grants. The grant funds will provide for the purchase of 25, 1/2 ton, regular cab, 4 wheel drive alternative fuel pickup trucks to serve as a firefighting unit and crew transportation. When not used for firefighting duties, the vehicles will be used in other program areas such as the Federal Excess Property Program, the Forest Productivity Program, and the Insect & Disease/Invasive Species Program administered by the Office of Forestry. These funds will also replace 3, 1/2 ton cargo vans used as service vehicles (radio technician) to maintain the statewide radio system and the Department's fleet mobile radios.	\$0	\$550,000	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	AUXILIARY PROGRAM: Increases SGR funding based on anticipated increased revenues from seedling sales.	\$0	\$481,760	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	Increases funding (\$1,022,216 SGF and \$271,192 Statutory Dedications) for multiple activities, including: the LA State Seed Testing Laboratory to ensure high quality commercial seed distribution throughout the state; Agronomics and Apiary Programs to cover plant pest monitoring; and the Agricultural Chemistry Lab to support inspection, analysis, and regulatory functions required by statute in order to ensure safety of the state's food supply and quality of its natural environment. Revenues generated from Statutory Dedications are insufficient to fund these statutorily required activities. The department absorbed costs associated with these activities but requires additional revenues to maintain the programs. The Statutory Dedications funding is comprised of \$241,402 from the Seed Commission Fund and \$29,790 from the Horticulture Commission Fund.	\$1,022,216	\$1,293,408	0
04f -160	Agriculture & Forestry	Agriculture & Forestry	FORESTRY - Funding for aircraft maintenance, repairs, fuel and supplies for an airplane acquired from the Department of Transportation & Development. The plane is to be used jointly by the Department of Agriculture & Forestry, DOTD and the Governor's Office. The plane was used by DOTD for aerial photography. It will be retrofitted to accommodate additional passenger space while maintaining the capacity for aerial photography. The Department of Agriculture & Forestry will sell an older model airplane in order to keep its fleet size static.	\$623,672	\$623,672	0
Major Enhancements for Agriculture & Forestry				\$1,779,053	\$4,897,419	0
04g-165	Insurance	Commissioner of Insurance	Additional SGR funds for the IT Virtual Desktop Integration Project, which will produce a virtual desktop environment for department staff. According to the department's IT-10, this project will realize savings in time, effort and expenditures by moving from the traditional personal computer environment to a client environment where the computing power and storage is performed on servers instead of personal computers. Some of the benefits include: 1.) Ability to work on any device and get full desktop environment wherever you log into the system; 2.) Applications will run faster; 3.) Efficient license management for the department; 4.) Effective security for user; and 5.) Will be able to purchase computers with less memory, smaller processors and smaller storage. The department is projecting efficiencies in the amount of \$13.1 M in FY 12. The \$174,500 are one-time costs to purchase the software (\$79,500), conduct an environmental assessment \$3,000, install the virtual software (\$37,500), deployment (\$7,500), virtual desktop staff training (\$12,000), virtual desktop training supplies (\$20,000) and virtual desktop installation (\$15,000). An IT-10 is an information technology request form that must be approved by the Division of Administration - Office of Information Technology. The agency must describe the project, its costs and benefit to the Division of the Administration.	\$0	\$174,500	0
04g-165	Insurance	Commissioner of Insurance	Additional SGR funds for the IT Workflow & SharePoint Project, which will standardize in a central location internal documents that require various reviews and approval. The project will include the Microsoft SharePoint Server, which will allow workflow of internal documents from the creation of the document to supervisor approval, to repository to store the document. This new technology will allow multiple individuals within the department to work on a document at the same time in real time.	\$0	\$469,362	0
Major Enhancements for Insurance				\$0	\$643,862	0

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05 -251	Economic Development	Office of Secretary	This increase in federal spending authority relates to a federal grant that is pending with the Office of Economic Adjustment within the U.S. Department of Defense. Upon approval, it will fund a study of the repurpose and marketing plan for the Avondale Shipyard facility (Northrop Grumman) near New Orleans that is scheduled to close by 2013.	\$0	\$1,650,000	0
05 -252	Economic Development	Business Development	This adjustment increases the appropriation to utilize a portion of the fund balance from the Entertainment, Promotion & Marketing Fund by \$300,000 to enhance the LA entertainment.gov website which provides information concerning economic development incentives and other information relating to the entertainment industry in LA. The increased appropriation will also support other marketing tools that promote film, music, digital media and live performance activities in the state. The Entertainment, Promotion & Marketing Fund is filled with application fees for entertainment related tax credits and, by statute (R.S. 47:6007(D)(4)(ii)(aa) for film and R.S. 47:6034(E)2(a)(i)(aa)(III) for music and theater production) are to be expended solely on the promotion and marketing of the industry. Interest and any unused or unencumbered fund balances remain in the fund annually. The FY 11 appropriation from the Entertainment Promotion & Marketing Fund was \$185,000 and the balance of the fund at the end of FY 11 was \$442,212.	\$0	\$300,000	0
05 -252	Economic Development	Business Development	Increases SGF to operate the New Orleans lab in its first year of operation. The operating labs in Baton Rouge and Shreveport show reductions due to tenant contributions. Due to full tenant capacity, the Baton Rouge wet lab is expected to reach self-sufficiency in FY 13 and will no longer require state funds. FY 12 total appropriation for all 3 wet labs is \$2,072,465 with New Orleans budgeted at \$1,387,005 (an increase of \$949,305), Baton Rouge at \$246,700 (a reduction of \$191,620 from FY 11) and Shreveport at \$438,320 (no change). The wet labs are essentially incubators for fledgling businesses in targeted industries, such as biomedical, environmental and food technologies.	\$757,865	\$757,865	0
05 -252	Economic Development	Business Development	Increases federal budget authority to accommodate an impending allocation for the Capital Access and Linked Deposit Programs. These programs were created in the Small Business Jobs Act of 2010 and will provide states with funds to implement a small business credit initiative.	\$0	\$4,389,450	0
05 -252	Economic Development	Business Development	Provides federal authority for the State Trade & Export Promotion (STEP) Grant application which is expected to be approved in the near future. The grant is for state trade and export promotion and will be paid out over 3 years. There is a state match which will be met using the existing expenditures related to foreign representatives currently under contract with LED. No new state dollars are necessary to draw down these Federal funds.	\$0	\$975,000	0
Major Enhancements for Economic Development				\$757,865	\$8,072,315	0
06 -263	Culture, Recreation & Tourism	State Museum	Increases SGF funding for the LA Political Hall of Fame Museum (Special Legislative Project). Total funding for FY 12 is \$191,314.	\$41,314	\$41,314	0
06 -264	Culture, Recreation & Tourism	State Parks	Provides funding and positions for Palmetto Island State Park. The park opened on 10/28/2010. FY 11 funding for the park was \$462,047. FY 12 will be the first full year of funding for the park and total funding for FY 12 is \$619,311 (\$121,222 SGF; \$410,089 State Park Improvement Fund; and \$88,000 SGR). There are 10 positions associated with the park.	\$0	\$157,264	8
06 -267	Culture, Recreation & Tourism	Tourism	Provides additional pass-through SGR funding from the LA Tourism Promotion District for the Special Olympics. Total appropriation from the fund in FY 12 is \$250,000.	\$0	\$157,000	0
06 -267	Culture, Recreation & Tourism	Tourism	Provides pass-through SGR funding from the LA Tourism Promotion District for NCAA Men's Final Four to be held at the New Orleans Arena 3/31-4/2/2012.	\$0	\$2,000,000	0
Major Enhancements for Culture, Recreation & Tourism				\$41,314	\$2,355,578	8

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

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07 -273	Transportation & Development	Administration	OFFICE OF MANAGEMENT & FINANCE - Provides funding for 2 Office of Information Technology projects including replacement of the data domain and personal computer (PC) workstations. The replacement of PC workstations follows the department's 5-year replacement schedule. The replacement of the data domain will assist with functionality of the LaGov system.	\$0	\$438,283	0
Major Enhancements for Transportation & Development				\$0	\$438,283	0
08A-409	Corrections	Dixon Correctional Institute	In the Administration Program, additional funding for IAT expenditures due to increased electrical and natural gas charges paid to East LA State Hospital. Dixon Correctional Institute has an IAT agreement with the hospital to cover costs associated with the utilities.	\$155,655	\$155,655	0
Major Enhancements for Corrections				\$155,655	\$155,655	0
08B-419	Public Safety	State Police	Increases SGR from LACE (local area compensated enforcement) detail and escort fees to provide for increased overtime worked by troopers for said detail. LACE is an intergovernmental agreement intended to supplement regular duty traffic enforcement. In order to curtail vehicular crashes through traffic violation enforcement, as part of an intergovernmental agreement parties agree to establish a LACE detail. The detail shall specifically patrol the areas of the jurisdiction of the troop which have a history of high crash rates and noncompliance with traffic laws. FY11 = \$2,980,943; FY12 = \$10,735,594.	\$0	\$7,754,651	0
08B-419	Public Safety	State Police	Increases SGR to provide funding for the transfer of the Missing & Exploited Children Information Clearinghouse from the Department of Family & Children Services (DFCS) to State Police. One (1) unfunded position was transferred from DFCS.	\$0	\$102,859	0
08B-419	Public Safety	State Police	Increases IAT funding for Capitol Police from various state agencies. Capitol Police provides security services for all state owned buildings statewide that are located outside the Capitol Park Area. Increased funding is required to provide adequate budget for salaries and related benefits for Capitol Police personnel, as well as the contract for private security services.	\$0	\$210,380	0
08B-419	Public Safety	State Police	Increases Statutory Dedications funding from the Insurance Fraud Fund to provide for undercover investigations by increasing overtime, travel, acquisition of communications equipment (i.e. cellphone capture and trace equipment, bait car system, license plate reader system), and investigative expense.	\$0	\$198,000	0
08B-419	Public Safety	State Police	Increases SGR for supplies and acquisitions for the Aviation Unit (helmets, uniforms and holsters).	\$0	\$18,700	0
08B-419	Public Safety	State Police	Increases funding for a task force for urban areas for enhanced criminal investigation activities.	\$500,000	\$500,000	0
08B-420	Public Safety	Motor Vehicles	Increases SGR for expenses related to credit card payments accepted over the internet, conversant, and through customer service agents. Increase charges include 15 cents per credit card transaction and 8 cents per minute for the OMV phone system.	\$0	\$75,000	0
08B-420	Public Safety	Motor Vehicles	Increases SGR funding for contract cost for drivers license/ID cards issuance/renewal contract. OMV is producing an actual credential for renewals rather than a sticker/label, resulting in an increase in the contract cost. The contract cost is based on the number of drivers license/ID cards issued. The FY 11 anticipated cost was \$2.535 M. FY 12 anticipated cost is \$2.937.	\$0	\$401,512	0
08B-421	Public Safety	Legal Affairs	Increases SGR or administrative hearings costs paid to the Civil Service- Division of Administrative Law.	\$0	\$152,817	0
08B-422	Public Safety	State Fire Marshal	Increases Statutory Dedications funding from the Fire Marshal Fund for overtime to provide for enforcement activities related to the following acts which no funding was previously provided: Act 862 of 2010 (emergency response standards for certain facilities (No amount of overtime determined.) Act 367 of 2010 and Act 749 of 2008 (Emergency Elevator Access) - \$53,714. Act 89 of 2009 (prohibits the sale of novelty lighters) - \$53,714. Act 130 of 2009 (multi-jurisdictional arson task force operated by the fire marshal) - \$19,900. Act 813 of 2008 & Act 12 of 2005 (building code reviews/inspections) - \$214,856. Act 409 of 2007 (Cigarette Fire Safety & Firefighter Protection Act) - \$134,285 Act 364 of 2007 (Industrialized Building Act) - \$24,791 Additional funding to help clear up the plan review backlog - \$398,740	\$0	\$900,000	0

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08B-422	Public Safety	State Fire Marshal	Increases Statutory Dedications funding from Fire Marshal Fund to provide training on newly adopted codes and standards of the State Uniform Construction Code. The Fire Marshal adopted new building codes (effective August 2010). Training will be provided on the newly adopted standards of the State Uniform Construction Code to building officials, third party providers, HVAC contractors and regulatory agencies.	\$0	\$250,000	0
08B-422	Public Safety	State Fire Marshal	Increases Statutory Dedications from Fire Marshal Fund for fire prevention and suppression activities in Agriculture Department.	\$0	\$250,000	0
08B-425	Public Safety	LA Highway Safety Commission	Increases IAT revenue from the Federal Highway Safety Administration through Department of Transportation for occupancy protection initiatives.	\$0	\$1,350,000	0
Major Enhancements for Public Safety				\$500,000	\$12,163,919	0
08 -403	Youth Services	Juvenile Justice	Increases IAT authority for the Office of Juvenile Justice - Contract Services Program. The IAT funding will come from the Department of Children & Family Services through TANF funds. There are youth supervised by OJJ that may be eligible for the department to receive TANF funds. In the event youth are eligible, then OJJ will be able to use TANF funds to pay for certain programs.	\$0	\$6,000,000	0
Major Enhancements for Youth Services				\$0	\$6,000,000	0
09 -300	Health & Hospitals	Jefferson Parish Human Services Authority	Increases IAT budget authority from the Office of Behavioral Health's (OBH) SGF for Community Support Services provided to children and their families that establish links to natural supports in the community and enhance overall outcomes for mental health related issues.	\$0	\$51,572	0
09 -303	Health & Hospitals	Developmental Disabilities Council	Increases in Federal funds budget authority due to the Developmental Disabilities (DD) Grant authorized by the Developmental Disabilities Assistance and Bill of Rights Act of 2000 (the DD Act). Under the DD Act, each state developmental disabilities council is funded annually. The LA Developmental Disabilities Council (LADCC) has a fund balance from previous DD grants available to expend in FY 12. In FY 12, the 2010 DD grant allocation is estimated at \$1,414,387. The additional \$79,234 in Federal budget authority will allow LADCC to expend the fund balance from previous DD grants.	\$0	\$79,234	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Provides funding to continue mental health and addictive disorders services provided by Assertive Community Teams (ACT) and Forensic Assertive Community Treatment Teams (FACT) to adults with severe and persistent mental illness who are in need of the most intense non-institutional treatment. The increase will cover the costs of new physician services for the FACT team. MHSD total appropriation for FY 12 is \$2,579,953.	\$291,266	\$291,266	0
09 -304	Health & Hospitals	Metropolitan Human Services District	Increases IAT budget authority for expenditures related to the Medicaid Application Center (MAC) in MHSD (\$49,000). These are funds previously set aside in the Medical Vendor Administration Program for the establishment and funding of MACs to provide Medicaid enrollment for the State. The remaining \$1.25 M is Disproportionate Share Hospital (DSH) funds being held in the Medical Vendor Payments Program for the 1115 Medicaid Waiver Program to make DSH payments to providers. The waiver money will be used primarily for the continuation of primary care services.	\$0	\$1,299,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	Information Technology enhancement. Provides funding (\$125,000 SGF and \$375,000 Federal) to hire a contractor through RFP process to conduct Pre-Admission Screening Review on all individuals entering a nursing facility. Screenings are required by federal regulations and reviewed by CMS. The source of Federal funds is Medicaid Administration federal financial participation.	\$125,000	\$500,000	0

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<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$1,169,903 SGF and \$10,529,124 Federal) for performance enhancements to the Medicaid Eligibility Determination (MEDS) system. The source of Federal funds is Medicaid Administration federal financial participation. The MEDS system maintains records of individuals eligible for services throughout LA's Medicaid Program. The Department of Health & Hospitals anticipates significant eligibililty changes will be required to be made to the MEDS system as a result of the Patient Protection & Affordable Care Act (PPACA). Individuals up to 133% of the federal poverty level (including childless adults and non categorically eligible under Medicaid) will be eligible for Medicaid. In addition, the Health Insurance Exchanges will require integration with the MEDS system (the exchanges will coordinate eligibility with Medicaid through the MEDS system. The department has identified the following needs for the MEDS system:</p> <ol style="list-style-type: none"> 1. Development of a web based interface relative to the exchanges. 2. Add business rules to capture and provide reporting for new eligibles. 3. Develop an interface with IRS for determining financial eligibility. 4. Develop an on-line application systems. 	\$1,169,903	\$11,699,027	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding for the Coordinated System of Care (\$6,185,801 SGF; \$6,251,495 IAT; and \$12,858,054 Federal). The source of Federal funds is Medicaid Administration federal financial participation. This funding will be utilized to contract with a State Management Organization (SMO) for providing coordinated services to certain eligibles in the Office of Behavioral Health.	\$6,185,801	\$25,295,350	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$1,435,684 SGF and \$4,307,051 Federal) to implement the International Classification of Diseases (ICD-10) diagnosis codes. The source of Federal funds is Medicaid Administration federal financial participation. The International Classification of Diseases is used to code and classify morbidity data from inpatient and outpatient records and physicians offices. Funding will be used for a consulting contract to ensure appropriate planning to implement the appropriate ICD 10 diagnostic and coding revisions. Funding will ensure LA Medicaid is in compliance with federal changes to the diagnostic code language used to report why a service was considered medically necessary for direct patient care.	\$1,435,684	\$5,742,735	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$750,000 SGF and \$6.75 M Federal) for Health Information Exchange. The source of Federal funds is grant funds from the U.S. Department of Health & Human Services, Office of the Secretary. This project will facilitate the exchange of health information among a broad stakeholder group including hospitals, physicians, dentists, ophthalmologists, ancillary service providers, payers, and public health organizations.	\$750,000	\$7,500,000	0
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$78,645 SGF and \$707,805 Federal) for Independent Verification and Validation (IV & V) contractor to assist with the replacement of the Medicaid Management Information System (MMIS) according to Centers for Medicare & Medicaid Service standards. This adjustment is an estimate of the FY 12 cost associated with an IV & V contractor to provide certain deliverables through the implementation of the MMIS replacement. MMIS requires CMS certification, and the department indicates that CMS encourages states to utilize such a contractor. The source of Federal funds is Medicaid Administration federal financial participation.</p> <p>\$1,213,550 - Existing Operating Budget (EOB) 12 - Number of months funded in EOB \$2,000,000 - Projected Expenditures for FY 12</p> <p>\$786,450 - Additional Funding Need for FY 12</p>	\$78,645	\$786,450	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding for professional services contract (\$300,000 SGF and \$300,000 Federal) to administer the Low Income Needy Care Collaborative Agreements (LINCCA) and Physician Upper Payment Limit. The source of Federal funds is Medicaid Administration federal financial participation. According to the department, program monitoring and financial audit services will be provided under this contract related to payments made under the LINCCA Program.	\$300,000	\$600,000	0

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<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -305	Health & Hospitals	Medical Vendor Administration	<p>Funding (\$2,458,675 SGF and \$2,458,675 Federal) for a contractor to implement additional utilization management in the Radiology Utilization Management (RUM) Program, and enhanced claims editing for certain surgery procedures. The source of Federal funds is Medicaid Administration federal financial participation. There is an offsetting savings in Medical Vendor Payments. This contractor will perform additional review procedure codes than currently reviewed under the Radiology Utilization Management (RUM) program (implemented in February 2010), by <u>implementing prior authorization procedures for Ultrasound Utilization and Cardiac Imaging</u>. Additionally, the contractor will perform enhanced claim editing. Information provided by the department indicates this contractor will not review the medical necessity of a surgery procedure performed, but will ensure that the clinical information submitted warrants inpatient hospitalization.</p> <p>As a result of this contract, the department anticipates a reduction in Medicaid claims payments for FY 12 in the amount of \$8,873,086. This reduction is reflected in the Medical Vendor Payments Program, Payments to Private Providers.</p>	\$2,458,675	\$4,917,350	0
09 -305	Health & Hospitals	Medical Vendor Administration	Increases funding (\$239,113 SGF and \$239,112 Federal) for payment of overtime. The source of Federal funds is Medicaid Administration federal financial participation. According to the department, overtime will be required to implement and manage several new initiatives anticipated to begin in FY 12, including Coordinated Care Networks and the Coordinated System of Care.	\$239,113	\$478,225	0
09 -305	Health & Hospitals	Medical Vendor Administration	Annualizes funding (\$178,594 SGF and \$297,656 Federal) for an External Quality Review Organization. The source of Federal funds is Medicaid Administration federal financial participation. The Centers for Medicare & Medicaid Services (CMS) requires any state that implements Medicaid managed care through a managed care organization (MCO) to contract with an external quality review organization (EQRO). An EQRO evaluates quality performance and verifies quality data submitted by the MCO's. Additionally, the department has indicated these organizations submit an annual 'report card' reflecting quality data for all MCO's participating in the state.	\$178,594	\$476,250	0
09 -305	Health & Hospitals	Medical Vendor Administration	Funding (\$181,026 SGF and \$230,847 Federal) for renewal of the Medicaid Eligibility Data System (MEDS) maintenance contract. The source of Federal funds is Medicaid Administration federal financial participation. MEDS is a software that is state-owned and operates on the Department of Children & Family Services Mainframe. The system captures, maintains, and transfers Medicaid eligibility data (to DHH's fiscal intermediary for billing/payment purposes). This contract provides maintenance and support for the department's Medicaid eligibility system. Information provided by DHH indicates the current contract expires 4/30/2012. The department anticipates a 25% increase in the next contract. The FY 12 cost estimate is based on 2 months costs (May and June) @ \$205,936 per month.	\$181,026	\$411,873	0
09 -306	Health & Hospitals	Medical Vendor Payments	<p>Funding (\$1,299,360 SGF and \$2,938,608 Federal) for an anticipated increase in 8 new Federally Qualified Health Centers (FQHC) and 10 new Rural Health Clinics (RHC) projected to enroll in the Medicaid Program in FY 12. The source of Federal funds is Title 19 federal financial participation. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. These safety net providers offer primary care services and supplies typically in rural areas that are considered medically underserved. DHH, Bureau of Primary Care & Rural Health, anticipates these 18 additional providers will obtain Centers for Medicare & Medicaid Services (CMS) licensing and certification in FY 12.</p> <p>Based on the April Medicaid Monthly Financial Report, DHH projects to spend approximately \$38.7 M in claims payments to FQHC and \$49.8 M in payments to RHC in FY 11. Based on a phased-in enrollment of these providers in FY 12, spending is projected to increase by \$2,212,148 to FQHC and \$2,025,820 to RHC.</p>	\$1,299,360	\$4,237,968	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding (\$233,000 SGF and \$526,948 Federal) for Healthy Babies initiative which screens pregnant women for tobacco use, alcohol use, drug use, domestic violence and depression. The source of Federal funds is Title 19 federal financial participation.	\$233,000	\$759,948	0

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

Sch. #	Dept.	Agency	Explanation				SGF	Total	T. O.	
09 -306	Health & Hospitals	Medical Vendor Payments	Funding (\$475,339 SGF and \$1,075,018 Federal) to Medicaid enrolled Federally Qualified Health Centers (FQHC) and Rural Health Clinics (RHC) to cover the cost of inflation on prospective payment system rates as determined by the published Medicare Economic Index (MEI). The source of Federal funds is Title 19 federal financial participation. The MEI is a measure of inflation for physicians. The MEI is updated annually, and is based on a formula that factors in physician practice costs, medical equipment cost, and general wage levels. The MEI is used in determining allowable charges for physician services. According to DHH, this adjustment will put the state in compliance with the Centers for Medicare & Medicaid Services (CMS), as these inflationary payment increases are currently required through the Medicaid State Plan (agreement between the state and CMS relative to the policies of the state's Medicaid program). The department has estimated an MEI inflation factor of 1.53% over FY 12. The department's calculation is reflected below.				\$475,339	\$1,550,357	0	
				Total anticipated payments	FY 12 projected MEI	FY 12 additional funding required				
			FQHC	\$40,273,266	1.53%	\$616,181				
			RHC	\$61,057,250	1.53%	\$934,176				
						<u>\$1,550,357</u>				
09 -306	Health & Hospitals	Medical Vendor Payments	Funding hospice services for children as required by the Affordable Care Act (\$52,152 SGF and \$117,948 Federal). The source of Federal funds is Title 19 federal financial participation. Information provided by DHH indicates the ACA mandates hospice services for children. This increase in Medicaid claims is based on 15 children receiving hospice services in FY 12 for an average of 3 months at a cost of \$3,780 per month.				\$52,152	\$170,100	0	
09 -306	Health & Hospitals	Medical Vendor Payments	Net increase in funding (\$83,016,569) for nursing home rebase for FY 12. The FY 12 budget includes 2 separate adjustments related to nursing home rates. One adjustment eliminates (sunsets) the FY 11 nursing home rebase, however the budget also provides for an additional rebase to nursing home rates. The source of the Statutory Dedications funding is from the Medicaid Trust Fund for the Elderly, and the source of Federal funds (\$57,563,689) is Title 19 federal financial participation.				\$0	\$83,016,569	0	
			(\$130,075,302)	Reduce FY 11 nursing home rebase and rate adjustments						
			<u>\$213,091,871</u>	Funding nursing home rebase for FY 12						
			\$83,016,569	Net nursing home rebase adjustment						
09 -306	Health & Hospitals	Medical Vendor Payments	Funding the impact of the Patient Protection & Affordable Care Act (ACA) pharmacy rebate changes (\$19,818,681 SGF and \$44,821,506 Federal). The source of Federal funds is Title 19 federal financial participation. Provisions of the ACA resulted in additional rebates to states in FY 11, of which 100% of these rebates are required to be paid back to the federal government. Manufacturers that participate in the Medicaid Drug Rebate Program are required to pay rebates for covered outpatient drugs that are dispensed to Medicaid recipients. Beginning 1/1/2010, the ACA increased the minimum rebate amounts that drug manufacturers are required to pay, and amounts associated with these rebate increases be returned to the federal government. This adjustment increases SGF in FY 12 to repay the federal government for such rebates sent and used in LA in FY 11. Pharmaceutical rebates are used as a source of revenue in the Medicaid Pharmacy Program and are used to make pharmacy provider payments.				\$19,818,681	\$64,640,187	0	
09 -306	Health & Hospitals	Medical Vendor Payments	Funding (\$929,030 SGF and \$2,101,075) to increase inpatient hospital rates for small rural hospitals per Act 327 of 2007. The source of Federal funds is Title 19 federal financial participation. The act requires DHH to raise the rates annually by the Medicare market basket inflation factor. Information provided by the DHH indicates this payment methodology is included in the LA State Plan. The adjustment is based on the following calculations.				\$929,030	\$3,030,105	0	
				Payment Rate	x paid days	Annual amount	x 4.4%	45 day lag	FY 12 amount (less lag)	
			Acute	\$1,547.24	42,299	\$65,446,705	\$2,879,655	\$355,026	\$2,524,629	
			Psych	\$840.46	15,591	<u>\$13,103,612</u>	<u>\$576,559</u>	<u>\$71,083</u>	<u>\$505,476</u>	
						<u>\$78,550,317</u>	<u>\$3,456,214</u>	<u>\$426,109</u>	<u>\$3,030,105</u>	

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Sch. #	Dept.	Agency	Explanation								SGF	Total	T. O.		
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding (\$378,008 SGF and \$854,897 Federal) in the Private Providers Program for a rate increase for Durable Medical Equipment (DME). The source of Federal funds is Title 19 federal financial participation. DME is a state plan service that provides equipment and supplies (such as wheelchairs and leg braces) to eligible Medicaid recipients. Information provided by the department indicates this increase is associated with equipment items not priced on the Medicare fee schedule (therefore manually priced). Because some equipment is custom made, DHH has to negotiate the rates with the providers in the industry. This increase is based on a 5% increase in FY 11 expenditures associated with certain procedure codes.								\$378,008	\$1,232,905	0		
09 -306	Health & Hospitals	Medical Vendor Payments	Additional funding (\$9,955,043 SGF and \$22,514,115 Federal) in the Medicaid Private Providers Program for a projected increase in pharmacy expenditures. The source of Federal funds is Title 19 federal financial participation. Expenditures for FY 12 are anticipated to increase due to growth in claims volume. The department's estimate is based on FY 10 Gross Pharmacy payments multiplied by approximately 3.86% (projected growth). Growth is based on a 4-year average utilization increase (FY 07 - FY 10).								\$9,955,043	\$32,469,158	0		
09 -306	Health & Hospitals	Medical Vendor Payments	Annualization of partial funding in Medicaid payments anticipated to be reimbursed to 16 Rural Health Clinics and 5 that enrolled in FY 11 and will continue to provide 12 months of service to Medicaid eligibles in FY 12. The increased funding represents Medicaid claims payments for Medicaid eligible encounters at these health centers. The source of Federal funds (\$2,922,978) is Title 19 federal financial participation. The increase is based on an average monthly cost (payments) of approximately \$40,220 for Federally Qualified Health Centers and an average monthly cost (payments) of approximately \$38,958 for Rural Health Clinics.								\$1,292,449	\$4,215,427	0		
09 -306	Health & Hospitals	Medical Vendor Payments	Funding to annualize cost of rebased rural hospital rates required annually per Act 327 of 2007. This adjustment annualizes the rural hospital rate amounts that were effective on 7/1/2010. The source of Federal funds (\$581,661) is Title 19 federal financial participation. The estimated impact of this annualization is reflected below.								\$257,192	\$838,853	0		
				Rate 7/1/10	Rate 6/30/10	Rate change	x paid days	Annual amount	45 day lag						
		Acute		\$1,547.24	\$1,369.96	\$177.28	42,299	\$7,498,767	\$924,505						
		Psych		\$840.46	\$885.02	(\$44.56)	15,591	(\$694,735)	(\$85,652)						
								<u>\$6,804,032</u>	<u>\$838,853</u>						
09 -306	Health & Hospitals	Medical Vendor Payments	Funding for the increase in the number of Medicaid applicants seeking Refugee Medical Assistance. Information provided by the DHH indicates this is a short-term program to ensure refugees receive medical assistance while in the U.S. Medicaid enrollees under this program are eligible for the full range of Medicaid covered services. This projected increase in expenditures (100% Federal funds) is based on the following estimate.								\$0	\$419,816	0		
				\$137,000	FY 11 Existing Operating Budget										
				<u>\$556,816</u>	FY 12 Projected Expenditures										
				<u>\$419,816</u>	Additional Funds Required in FY 12										

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Sch. #	Dept.	Agency	Explanation		SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Utilization increase for FY 12. The source of the Federal funds (\$89,473,732) is Title 19 federal financial participation. The anticipated aggregate payment increase is reflected below.		\$39,562,512	\$129,036,244	0
			Adult Dentures	\$133,350	Lab and X-Ray	\$2,998,145	
			Ambulatory Surgical Clinics	\$132,047	LT-PCS	\$6,096,957	
			Durable Medical Equipment	\$819,322	Case Management	\$653,743	
			EPSDT (Early Screening)	\$8,078,195	Mental Health - Inpatient	\$463,672	
			Early Steps	\$282,357	Mental Health Rehab	\$2,004,997	
			Family Planning	\$693,661	Nursing Homes	\$26,858,750	
			FQHC's	\$1,243,352	PACE	\$321,380	
			Hemodialysis	\$924,867	Physician services	\$14,138,036	
			Home Health	\$1,290,895	Rural Health Clinics	\$1,606,865	
			Hospice	\$2,003,293	Transportation	\$2,202,725	
			Hospital Inpatient	\$22,004,485	Waivers (all)	\$17,507,358	
			Hospital Outpatient	\$9,022,338	Other private providers	\$243,716	
			ICF DD Community Homes	\$7,311,738	FY 12 increase	\$129,036,244	
09 -306	Health & Hospitals	Medical Vendor Payments	Increases federal funding for certified public expenditures in the Public Providers Program & Medicare Buy-ins & Supplements Program due to implementation of Coordinated System of Care.		\$0	\$7,384,107	0
			\$4,934,246	CPE's in Public Providers			
			\$2,449,861	CPE's in Medicare Buy-ins			
			\$7,384,107				
09 -306	Health & Hospitals	Medical Vendor Payments	Funding for State Management Organization (SMO) in the Medicare Buy-ins & Supplements Program for the Coordinated System of Care. The source of IAT funds (\$5,732,906) is from the Office of Behavioral Health, the Office of Juvenile Justice and the Department of Children & Family Services. The Statutory Dedications funding (\$3,322,026) is from the Overcollections Fund. The source of Federal funding (\$35,786,203) is Title 19 federal financial participation.		\$5,769,587	\$50,610,722	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases Federal funding for health information technology initiatives. The Centers for Medicare & Medicaid Services (CMS) has implemented (through the American Recovery & Reinvestment Act of 2009) incentive payments to eligible professionals and eligible hospitals that participate in the Medicare and Medicaid programs for the adoption and meaningful use of certified Electronic Health Record technology. This increase is 100% federal grant funding through the Health Information Technology Grant. Through the Electronic Health Records Incentive Program, certain medical professionals (physicians, nurse practitioners, etc) and hospitals are eligible for incentive payments for implementing or upgrading electronic health record technology. Information provided by the department indicates an eligible provider can receive up to \$63,750 over 6 years under the program. Providers are required to register through the federal government (provider driven application process) and must meet certain qualifications. The DHH makes incentive payments on behalf of the federal government. In FY 11 there was approximately \$12 M at 12/1/2010 freeze date. FY 12 total is approximately \$102 M.		\$0	\$90,321,357	0
09 -306	Health & Hospitals	Medical Vendor Payments	Funding to increase recipients covered by the LaHIPP Program. The source of Federal funds is Title 19 federal financial participation. This estimate is based on an increase of 1,200 new cases added in FY 12 (100 new cases a month), or an average of \$2,540 in premium payments per case.		\$916,451	\$3,048,501	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increases SGF in the Medicare Buy-ins & Supplements Program for "Clawback". The clawback, or phased down state contribution, represents payments that are made by LA Medicaid to the federal Medicare Program (as required by the Centers for Medicare & Medicaid Services) on a monthly basis to cover the cost of the Medicare Prescription Drug Program, Part D. As of January 2006, dual eligibles receive prescription drug benefits from Medicare and not Medicaid. The amount that each state is designed to pay is based on what a state would pay if a dual eligible medicaid enrollee would have continued to receive their prescription drug benefit under Medicaid. Dual enrollees are enrolled in both Medicaid and Medicare. This funding is the result of a projected increase in the monthly per capita expenditure.		\$32,225,614	\$32,225,614	0

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Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.
09 -306	Health & Hospitals	Medical Vendor Payments	Increases funding (\$2,185,007 SGF and \$6,952,586 Federal) for Part A and Part B premiums which are due to the mandatory rate adjustments annually in January in the Medicare Buy-In Program. The source of Federal funds is Title 19 federal financial participation. LA Medicaid's Medicare Savings Program (MSP) pays Medicare premiums for certain low-income Medicare beneficiaries (Buy-In process). Part A provides various forms of inpatient hospital coverage and Part B provides various medical services and supplies (doctor's visits, outpatient care, etc.) This adjustment is based on the following: Part B premium increase from \$115.40 to \$120.10 Part A premium increase from \$450 to \$454 FY 11 Premiums Budgeted \$271,569,397 FY 12 Premiums Requested \$280,706,990 FY 12 Adjustment \$9,137,593	\$2,185,007	\$9,137,593	0
09 -306	Health & Hospitals	Medical Vendor Payments	Annualizes FY 11 BA-7 which was approved for 1115 waiver. This funding provides DSH payments to various clinics in the greater New Orleans area. The source of IAT is Community Development Block Grant funds and the source of Federal funds is Title 19 federal financial participation.	\$0	\$4,624,809	0
09 -306	Health & Hospitals	Medical Vendor Payments	Provides funding (\$4,599,000 SGR and \$10,401,000 Federal) for Medicaid Upper Payment Limit (UPL) payments for hospital based physician services. The source of Federal funds is Title 19 federal financial participation.	\$0	\$15,000,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	Provides funding (\$22,317,902 SGR and \$50,473,689 Federal) for Medicaid Upper Payment Limit (UPL) payments for non-state, non-rural public hospitals. The source of Federal funds is Title 19 federal financial participation.	\$0	\$72,791,591	0
09 -306	Health & Hospitals	Medical Vendor Payments	Provides funding (\$4,445,700 SGR and \$10,054,300 Federal) for Medicaid Upper Payment Limit (UPL) payments for ambulance services. The source of Federal funds is Title 19 federal financial participation.	\$0	\$14,500,000	0
09 -306	Health & Hospitals	Medical Vendor Payments	Increase in funding (\$23,433,184 SGR; \$7,061,818 Statutory Dedication, and \$68,966,760 Federal) for Coordinated Care Network implementation beginning January 2012. This funding represents claims lag payments to cover the cost associated with making both Medicaid claims payments and simultaneous Per Member Per Month (PMPM) payments for individuals enrolled in Medicaid Managed Care in FY 12. Premium payments to the managed care networks are appropriated in the Medicare Buy-ins Program for FY 12, and these funds were transferred from the Private Providers Program (\$261,725,384). The source of Federal funds is Title XIX federal financial participation. The source of the Statutory Dedications funding is from the Medical Assistance Trust Fund and the source of the SGR is collections from the DHH.	\$0	\$99,461,762	0
09 -307	Health & Hospitals	Office of Secretary	Increases Health Information Technology funds (\$218,868 SGF and \$551,794 Statutory Dedications) to be used as a 10% match to American Recovery & Reinvestment Act of 2009 funds awarded to the Healthcare Quality Forum.	\$218,868	\$770,662	0
09 -320	Health & Hospitals	Aging & Adult Services	Increases Title 19 Medicaid IAT funds from the Medicaid Program for the Money Follows the Person Demonstration (MFP) Project in the Administration, Protection & Support Program. The MFP Rebalancing Demonstration Program was authorized by Congress in Section 6071 of the Deficit Reduction Act of 2005 (DRA) and was designed to provide assistance to states to balance their long-term care systems (less institutionalization and more community-based services) and help Medicaid enrollees transition from institutions to the community. In 2007, the Medicaid Program received a MFP demonstration grant award of \$30.9 M for 5 years. Of the \$30.9 M, \$8.8 M is available for the Office of Aging & Adult Services (OAAS) to assist with transition of 440 individuals from nursing homes to community living settings through 2014. My Place Louisiana is the state's program for the federal Centers for Medicare & Medicaid Services Money Follows the Person (MFP) Rebalancing Demonstration. To date, OAAS has transitioned 59 individuals from nursing homes into community living under MFP.	\$0	\$1,518,466	0

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

Sch. #	Dept.	Agency	Explanation	SGF	Total	T. O.												
09 -320	Health & Hospitals	Aging & Adult Services	Increases SGR funding from the LA Housing Finance Agency in the Administration, Protection & Support Program. The source of SGR is Federal funds from the Tenant Based Rental Assistance (TBRA) Program under the HOME Investment Partnership Program from the U.S. Department of Housing & Urban Development (HUD). The HOME Investment Partnership Program is administered through the LA Housing Finance Agency. TBRA is a rental subsidy program funded by HUD. The TBRA funds are meant to supplement the Money Follows the Person Demonstration (MFP) Project by helping low-income individuals afford housing costs by providing assistance with security and utility deposits and short-term rent assistance (up to 2-months). Using TBRA funds will provide “bridge” funding to make rental housing more affordable while individuals are on waiting lists for Section 8 housing choice vouchers, waiting to receive permanent rental vouchers through the Permanent Supportive Housing (PSH) Program, and waiting to resume receipt of their SSI or SSDI check. OAAS will use TBRA funds as well as the PSH Program to assist individuals who are transitioning from institutional care to community living under the MFP Program. OAAS will contract with Quadel Housing Consultants to oversee the TBRA Program.	\$0	\$179,999	0												
09 -326	Health & Hospitals	Public Health	Annualization of Rural Utility Distance Learning & Telemedicine Federal grant award from the U.S. Department of Agriculture. Grant funds will be used for the installation of video conferencing and telemedicine equipment in parish health units in rural areas of the State.	\$0	\$498,424	0												
09 -330	Health & Hospitals	Behavioral Health	Funding needed for contracts and 14 additional positions in order to service clients and comply with court order to remove clients from waiting list in 30 days or less to place them into competency restoration inpatient hospital at the East LA Mental Health System (ELMHS) Hospital. The 14 positions will be used for increased institutionalization needs as clients are taken off waiting list and for screening the clients for their level of mental illness in the jails. Two contracts will be entered into, one for a front-end facility comprised of approximately 20-25 beds run by a private provider (will be chosen by RFP before) in order to assist with competency restoration. The OBH contract with Harmony House was amended to add 25 beds for a step-down facility for when clients have left these beds or institutionalization to have transitional housing, services, and assessment before returning to the community.	\$8,226,302	\$8,226,302	14												
09 -330	Health & Hospitals	Behavioral Health	Increases IAT budget authority within OBH to receive SGF transfers from DOE, OJJ, and DCFS for 4 non-TO FTE positions, which will be used for the start-up programmatic work associated with the Behavioral Health Partnership (including CSoC). These positions are current behavioral health related positions funded within DCFS, OJJ, and DOE with agency specific knowledge that will help them integrate behavioral health care in the new coordinated managed care system under OBH. Each agency will be contributing the following: <table><tr><td></td><td>Salary</td><td>Related Benefits</td></tr><tr><td>DCFS (2)</td><td>\$164,787</td><td>\$47,532</td></tr><tr><td>DOE (1)</td><td>\$79,142</td><td>\$23,190</td></tr><tr><td>OJJ (1)</td><td>\$72,227</td><td>\$23,161</td></tr></table>		Salary	Related Benefits	DCFS (2)	\$164,787	\$47,532	DOE (1)	\$79,142	\$23,190	OJJ (1)	\$72,227	\$23,161	\$0	\$410,039	0
	Salary	Related Benefits																
DCFS (2)	\$164,787	\$47,532																
DOE (1)	\$79,142	\$23,190																
OJJ (1)	\$72,227	\$23,161																
09 -330	Health & Hospitals	Behavioral Health	Annualizes 9 months of funding received in FY 11 for the Assertive Community Teams (ACT), Intensive Case Management services, and the Therapeutic Residential Housing Program. ACT Teams - Services that will include physician treatment, mostly in the form of medication management, at the local level to help individuals stay in their communities. Services are based on a national, evidence-based model previously implemented by OBH. Intensive Case Management - Services promote recovery and independence through the coordination of services and ongoing supports to consumers as their needs evolve, acting as a critical component in the continuum of care, allowing consumers to step up or down into more intensive service delivery systems, such as ACT, Forensic Community Assertive Treatment (FACT), or inpatient services. Therapeutic Residential Housing Program - Includes the treatment of substance abuse addiction within the framework of a “therapeutic community.” The therapeutic community model is a consciously designed treatment environment in which residents learn to make changes in behaviors and attitudes that will enable them to lead a drug-free life. Through the program, individuals and their families learn constructive communication and living skills.	\$2,653,200	\$2,653,200	0												

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
09 -340	Health & Hospitals	Office for Citizens w/ Developmental Disabilities	<p>Increase IAT funding for the Money Follows the Person (MFP) Rebalancing Demonstration grant. The source of IAT is Federal funds from the U.S. Department of Health & Human Services, Centers for Medicare & Medicaid Services (CMS). The MFP Rebalancing Demonstration Program is designed to provide assistance to states to balance their long-term care systems and help Medicaid enrollees' transition from institutions to the community. Provisions of the Affordability Care Act (ACA) extends the MFP Demonstration Program 5 years, through 9/30/2016, and appropriates additional MFP funds. The total amount of additional MFP funds over 5 years is \$6,270,319.</p> <p>FY 11 \$1,328,535 FY 12 \$1,668,430 FY 13 \$1,588,299 FY 14 \$1,184,797 FY 15 \$500,258 Total \$6,270,319</p>	\$0	\$339,895	0
Major Enhancements for Health & Hospitals				\$139,841,502	\$799,449,012	14
10 -360	Children & Family Services	Children & Family Services	Increases funding in the Prevention & Intervention Program (\$650,000) and the Field Services Program (\$550,000) for Young Adult Program (YAP). YAP provides support to youth aging out of foster care until their 21st birthday. Services provided include assistance with monthly board payments, assistance with Medicaid for health related costs, educational assistance not provided by other financial aid, short-term emergency mental health, clothing for job search or as required by educational institutions, transportation assistance, and school supplies for high school or GED preparation.	\$1,200,000	\$1,200,000	0
Major Enhancements for Children & Family Services				\$1,200,000	\$1,200,000	0
12 -440	Revenue	Office of Revenue	Increases SGR funding to upgrade the front-end processing system using the Vista Capture application from VB.6 to VB.net and the server from SQL 2000/2003 to SQL 2008. The Vista Capture system processes paper tax returns, payments, and correspondence for output to the integrated tax system. The upgrade will provide increased functionality and create an environment which is more compatible with other LDR systems. The amount of the increase is based on vendor responses to an RFP.	\$0	\$880,734	0
12 -440	Revenue	Office of Revenue	Increases SGR funding for tax form changes and system compliance or upgrades related to tax collection issues. It includes \$50,000 to renew the contract providing maintenance and support services for GenTax, the integrated tax processing package that supports the Department of Revenue in tax administration. The total amount budgeted for GenTax maintenance and support is \$3.25 M. The adjustment also contains \$49,500 for contracts related to Business Process Management, which will allow more efficient processing and remittance of forms and payments as required by the LDR mission. Finally, this adjustment allows \$49,500 for the development and implementation of electronic services as mandated by the legislature or necessary within the business unit allowing the state to more efficiently and accurately collect payments and disburse funds.	\$0	\$149,000	0
12 -440	Revenue	Office of Revenue	Increases SGR for rent in the State Archives Building in Baton Rouge where the Department of Revenue leases 24,154 square feet of office space for the Office of Alcohol & Tobacco Control (18,054 square feet) and the Charitable Gaming program (6,111 square feet). Through 8/31/2011, the space is leased for \$20.59 per square foot. On 9/1/2011 through 8/31/2016, the rental rate is \$22.00 per square foot. Thus, rental expenses will increase by 24,154 * \$1.41 or \$34,057. As a tenant, LDR must also share in a pro rata share of certain operational costs of the building, which increases the appropriation need by \$3,553. The current appropriation for the building is \$507,651. In the FY 12 the total appropriation for the building is \$545,261, an increase of \$37,610 (rental increase of \$34,057 and operational cost increase of \$3,553).	\$0	\$37,610	0
12 -440	Revenue	Office of Revenue	Increases SGR for the Office of Charitable Gaming (OCG) to install and begin using a system that will provide daily electronic monitoring of video bingo machines instead of the monthly reports submitted by distributors. Implementation of this system will divert resources from the manual data collection process now being utilized to regulate the industry as mandated through licensing, inspections and audits. Between 2007 and 2010, the number of video bingo locations has increased from 22 to 55 with the number of machines increasing from 558 to 1,443. This increase has necessitated more stringent enforcement procedures, and this system will help OCG accomplish that task.	\$0	\$260,000	0

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<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
12 -440	Revenue	Office of Revenue	Increases SGR for a complete upgrade of the Mapper Application which tracks license renewals, financial reports and report data from entities regulated by the Office of Charitable Gaming. The system will be upgraded from a mainframe platform to a more current, reliable and compatible platform in a web-based environment. Once operational, the system will be run by existing staff using vendor assistance as needed with \$150,000 per year anticipated maintenance cost. The first year implementation costs are \$824,000 including \$624,000 for professional services and \$200,000 for hardware and software.	\$0	\$824,000	0
Major Enhancements for Revenue				\$0	\$2,151,344	0
16 -512	Wildlife & Fisheries	Office of Secretary	Increases IAT funding from the Governor's Office of Homeland Security & Emergency Preparedness to the Enforcement Program to receive a Department of Homeland Security Maritime Response Grant for a cooperative endeavor agreement to provide training, supplies, and acquisitions of equipment for a maritime special response team. The team is composed of wildlife agents and state police. State police trained wildlife agents in SWAT training and wildlife agents train state police in boat crewmanship. The team is able to respond to emergencies on the water.	\$0	\$281,347	0
16 -512	Wildlife & Fisheries	Office of Secretary	Increases federal budget authority for the Enforcement Program to enable the department to accept a Port Security Grant from the U.S. Department of Homeland Security/FEMA. The Enforcement Division will use these funds to enhance the state's port and maritime infrastructure to prevent, protect, and respond to and recover from threats of acts of terrorism.	\$0	\$1,026,353	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Increases SGR from the National Wild Turkey Federation to fund wild turkey habitat improvement projects on wildlife management areas.	\$0	\$30,000	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Provides funding from the Oil Spill Contingency Fund to assist the LA Oil Spill Coordinator's Office in assessing damages to natural resources from unauthorized discharges of oil and in coordinating all activities related to oil spill prevention on the Wildlife Management Areas that are under the jurisdiction of the Office of Wildlife. Total funding for this purpose in FY 12 is \$195,400.	\$0	\$97,400	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Provides authority out of the MC Davis Conservation Fund established within the Conservation Fund by Act 404 of 2011. Any potential revenue generated from the MC Davis property will be deposited into this new fund. Those sources include 5% of mineral revenues, surface activity fees such as pipeline rights of way, seismic shoots, and fur and alligator revenues.	\$0	\$120,000	0
16 -513	Wildlife & Fisheries	Office of Wildlife	Provides SGR funding from the U. S. Fish & Wildlife Service to support the reintroduction of Whooping Cranes on the White Lake Conservation Area.	\$0	\$100,000	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Statutory Dedications funding from the Artificial Reef Development Fund for operational expenses related to a fish hatchery and the construction of an artificial reef off the coast of LA. This budget authority is being provided as a contingency for BP approving funding for this initiative. The department has asked for funding from BP, but has not been approved thus far.	\$0	\$3,200,000	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Provides budget authority for Federal funds to be received from the U.S. Department of Commerce that will fund a financial literacy program and a recreational seafood marketing campaign by the Seafood Promotion & Marketing Board to boost the state's recreational fishing industry.	\$0	\$315,000	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Annualizes SGR Funding from BP to promote LA seafood products. This funding will allow the Seafood Promotion & Marketing Board to address seafood markets and support market industries by repairing the brand damage to the LA seafood industry, regaining market share, and changing national perception of the LA seafood industry as a result of the Deepwater Horizon event in the Gulf of Mexico.	\$0	\$6,382,629	0
16 -514	Wildlife & Fisheries	Office of Fisheries	Annualization of a BA-7 which provided funding from BP for a Seafood Safety Testing Program. The department will test seafood collected from LA waters that may be impacted by the Deepwater Horizon Event.	\$0	\$5,433,558	0
Major Enhancements for Wildlife & Fisheries				\$0	\$16,986,287	0

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<u>Sch. #</u>	<u>Dept.</u>	<u>Agency</u>	<u>Explanation</u>	<u>SGF</u>	<u>Total</u>	<u>T. O.</u>
17 -560	Civil Service	State Civil Service	Additional funding (\$84,689 IAT and \$5,311 SGR) to continue a contract to electronically manage state's selection and hiring process via internet. The contract with NeoGov was renewed for FY 12 at a cost of \$81,000 annually for 5 years. The remaining \$9,000 will be used by the department for operating expenses.	\$0	\$90,000	0
Major Enhancements for Civil Service				\$0	\$90,000	0
19A-620	Higher Education	UL System	Provides funding for operation of the ePortal Program at the Picard Center on the ULL Campus. Funds are derived from the Video Poker Device Purse Supplement Fund.	\$338,000	\$338,000	0
19A-661	Higher Education	Student Financial Assistance	Provide additional SGF for TOPS based on tuition increases passed by the Legislature (Act 915 of 2008 and Act 741 of 2010).	\$36,537,572	\$36,537,572	0
19A-661	Higher Education	Student Financial Assistance	Adjustment for TOPS awards as projected by the Office of Student Financial Assistance based on upward revisions in student counts and award amounts for FY 12.	\$3,387,721	\$3,387,721	0
19A-671	Higher Education	Board of Regents	Funding is provided for the Medical & Allied Health Professional Education Scholarship & Loan Program, pursuant to Act 150 of 2011. Of this \$350,000 amount, \$200,000 in statutorily dedicated funds are from the Medical & Allied Health Professional Education Scholarship & Loan Fund. The remaining \$150,000 in IAT funds originate from DHH Medicaid upper payment limit reimbursement agreements.	\$0	\$350,000	0
Major Enhancements for Higher Education				\$40,263,293	\$40,613,293	0
19B-655	Special Schools & Comm.	LA Special Education Center (LSEC)	Small Rural School Achievement Program (REAP) Grant that will be used to obtain additional educational materials and equipment. In the past, LSEC used the funds to purchase additional computers, educational software, or other equipment like switch toys for the children to use. Whether LSEC will receive the federal funding again for FY 13 is unknown.	\$0	\$20,000	0
19B-673	Special Schools & Comm.	New Orleans Center for Creative Arts-Riverfront	Increases to IAT funding from the Minimum Foundation Program (MFP) to be utilized for salaries for 5 new teachers in order for the school to implement a full-day school program with 60 incoming freshman. Includes a full academic curriculum.	\$0	\$302,640	0
Major Enhancements for Special Schools & Comm.				\$0	\$322,640	0
19 -678	Elem. & Secondary Educ.	State Activities	INNOVATION PROGRAM - Provides SGR authority for a 3-year grant received from the Bill & Melinda Gates Foundation associated with the Integration Project, to articulate LA's strategy to raise the quality of standards and assessments, and to enhance measures and supports for educator effectiveness.	\$0	\$4,008,173	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Increase in Education Excellence Funds in order to appropriate the balance of available revenue projections made by the Revenue Estimating Conference on 3/7/2011.	\$0	\$5,186,662	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	SCHOOL & DISTRICT INNOVATIONS PROGRAM - Provides SGR authority for a 3-year grant received from the Bill & Melinda Gates Foundation associated with the Integration Project, to articulate LA's strategy to raise the quality of standards and assessments, and to enhance measures and supports for educator effectiveness.	\$0	\$459,240	0
19 -681	Elem. & Secondary Educ.	Subgrantee Assistance	Provides Federal Education Jobs Fund money for assistance to local school districts that incurred expenses in either saving or creating jobs providing educational and related services for early childhood, elementary and secondary education pursuant to P.L. 111-226.	\$0	\$57,000,000	0

Major Enhancements in the FY 12 Budget Compared to the FY 11 Budget

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19 -682	Elem. & Secondary Educ.	Recovery School District	Increases SGR budget authority for the receipt of a new grant, Investing in Innovation Fund (i3). The i3 fund, part of school reform in the American Recovery & Reinvestment Act (ARRA), will be used to turn around the lowest performing 5% of schools in New Orleans. The grant is to expand the implementation of and investment in, innovative practices that are demonstrated to have an impact on improving student achievement or student growth, closing achievement gaps, decreasing dropout rates, increasing high school graduation rates, or increasing college enrollment and completion rates. The charter school model will be used to aid in the transformation of a failing school.	\$0	\$1,200,000	0
19 -682	Elem. & Secondary Educ.	Recovery School District	Increases SGR budget authority for the Teacher Incentive Fund grant award. The TIF Program aligns performance pay with meaningful evaluations, highly effective professional development, and teacher career advancement. Teachers and leaders will be measured annually along several criteria, including student value-added growth and school and classroom observations. Teachers who have demonstrated significant student achievement growth can be promoted to leadership roles and receive supplemental compensation. These master teachers and mentor teachers will be responsible for coordinating the program and providing guidance and professional development to other teachers in their schools. The source of funds for this program is Federal authorized in 2006 by P.L. 109-149. This grant was awarded to a local nonprofit, New Schools for New Orleans, which in turn will transfer funds to the Recovery School District and is received as SGR.	\$0	\$2,200,000	0
19 -682	Elem. & Secondary Educ.	Recovery School District	Provides funding to the Instruction Program for legal expenses related to Eddy Oliver et al v. Orleans Parish School Board. This lawsuit is a 2005 class action for wrongful termination of Orleans Parish School Board employees.	\$130,000	\$130,000	0
19 -695	Elem. & Secondary Educ.	Minimum Foundation Program (MFP)	SGF in the Minimum Foundation Program is increased by \$67.8 M for FY 12 as a result of an increase in student enrollment and other adjustments in the formula (\$27,012,233), and the addition of the LA School for Math, Science & the Arts student (\$1,616,232), the New Orleans Center for Creative Arts full day students (\$377,624), and students from Type 2 Charter Schools that were authorized prior to 7/1/2008 (\$38,833,489).	\$67,839,578	\$67,839,578	0
Major Enhancements for Elem. & Secondary Educ.				\$67,969,578	\$138,023,653	0
20 -451	Other Requirements	Local Housing of State Adult Offenders	Additional funding provided for an additional day of operations due to leap year on 2/29/2012 for both local housing of state offenders and work release. The daily rate to house an offender at the local level is \$24.39 and the daily rate of work release is \$12.25 for contract programs and \$16.39 for non-contract programs. The source of revenue is the Overcollections Fund.	\$0	\$517,545	0
20 -451	Other Requirements	Local Housing of State Adult Offenders	Increases funding to the Local Reentry Services Program regarding prisoners housed in local facilities. The program provides pre-release education and transition services for offenders who have been committed to state custody and are housed at the local level.	\$1,600,000	\$1,600,000	0
20 -901	Other Requirements	State Sales Tax Dedications	Increases the appropriation from various statutorily dedicated funds related to hotel and motel room rental sales taxes dedicated back to local entities. Funds will be disbursed as follow: Shreveport Bossier Convention & Tourist Bureau (\$200,000); Jackson Parish Tourist Commission (\$100,000); Iberville Parish for tourism (\$300,000); St. Mary Tourist Commission (\$385,000); and St. Mary Parish Government (\$100,000).	\$0	\$1,085,000	0
20 -945	Other Requirements	State Aid to Local Govt. Entities	Increases the FY 12 budget authority for the Calcasieu Parish Fund to reflect Revenue Estimating Conference projections. The FY 12 recommended amount from fund is \$803,250.	\$0	\$20,250	0
20 -945	Other Requirements	State Aid to Local Govt. Entities	Increases the FY 12 budget authority for the Bossier Parish Truancy Program Fund to reflect Revenue Estimating Conference projections. The FY 12 recommended amount from fund is \$565,250.	\$0	\$14,250	0
20 -945	Other Requirements	State Aid to Local Govt. Entities	In accordance with Act 443 of 2010, increased funding in the amount of \$1,773,367 to be paid to the LA Quarter Horse Breeders Association and the LA Thoroughbred Breeders Association. The act provided for legislative appropriation of the monies for the award directly to the association, bypassing the state Racing Commission.	\$0	\$1,773,367	0

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20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Increased SGF to fund supplemental payments to Deputy Sheriffs at \$500 per month for 12 months. The FY 12 recommended funding totals \$55,176,000.	\$662,040	\$662,040	0
20 -966	Other Requirements	Supplemental Pay to Law Enforcement	Increased SGF needed to fund supplemental payments for 6,540 municipal police officers at \$500 monthly. The FY 12 recommended funding totals \$39,244,083.	\$27,718	\$27,718	0
Major Enhancements for Other Requirements				\$2,289,758	\$5,700,170	0
Major Enhancements of FY 2012				\$259,306,752	\$1,068,438,083	31